Construction of a High School Building at Kengeri.

Q.—107. Sri SANJEEVANATHA AIKALA (Suratkal).

Will the Government be pleased to state :—

(*a*) whether Kengeri Educational Society, Kengeri, have applied for a loan of Rs. 50,000 for construction of a New High School building at Kengeri;

(*b*) the terms stipulated by the Government for the sanction of this loan;

(*c*) the total estimated cost of the building as per the plan submitted by the Society;

(*d*) whether they have sanctioned this loan and if not sanctioned so far, the reasons for the delay ?

A.— Sri S. R. KANTHI (Minister for Education).—

(*a*) Yes.

(*b*) As per Rule 74 of the New Grant-in-Aid Code, the terms are—

(i) The Management shall own a suitable site and produce satisfactory evidence of title to it free of encumbrance.

(ii) The maximum period for repayment of the loan shall be 20 years and shall carry interest at the rate fixed by Government at the time of sanction of the loan.

(iii) The Department should be satisfied about the ability of the Management for the repayment of the loan according to conditions of the loan.

(iv) The Management shall assign the site, the building and if considered necessary by the Department, its other assets also as security for the payment of the loan.

(v) The conditions regarding plans and estimates and procedure for the construction of the buildings shall be the same as for the construction of the buildings under Grant-in-Aid in Chapter VI.

(vi) The loan shall be paid in four quarterly instalments and the production of bills relating to completed works certified by the Public Works Department. The first instalment shall be paid in advance, adjustments being made if necessary in the succeeding quarterly payment.

(vii) The Government grant for the construction of the school building and the loans to be sanctioned should not together exceed 75 per cent of the estimated cost of the school building.

(*c*) Rs. 87,000.

(*d*) The loan has not been sanctioned as the management have not fulfilled all the conditions of grant of loan.